#### COMMONWEALTH OF KENTUCKY

#### BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT ) CASE NO. OF CANNONSBURG WATER DISTRICT ) 2006-00007

## <u>ORDER</u>

On January 4, 2006, Cannonsburg Water District ("Cannonsburg") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068. Cannonsburg was notified on January 10, 2006 that the filing was deficient. On January 18, 2006, Cannonsburg filed information that cured the deficiencies and the application was considered filed.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- Cannonsburg purchases water from the city of Ashland ("Ashland") and
  Big Sandy Water District.
- 2. Ashland notified Cannonsburg that, effective January 1, 2006, Ashland's wholesale water rate to Cannonsburg would increase from \$1.20 per 1,000 gallons to \$1.32 per 1,000 gallons.
- 3. During the 12 months ending September 30, 2005, Cannonsburg purchased 370,911,000 gallons of water from Ashland and sold 291,684,900 gallons. The increase in the cost of purchased water is \$44,509, resulting in a purchased water adjustment of \$0.15 per 1,000 gallons.
- 4. The purchased water adjustment of \$0.15 per 1,000 gallons is fair, just, and reasonable and should be approved.

## IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of \$0.15 per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and are approved for services rendered on and after January 1, 2006.

2. Within 20 days of the date of this Order, Cannonsburg shall file with the Commission revised tariff sheets showing the rates approved herein.

Done at Frankfort, Kentucky, this 7<sup>th</sup> day of February, 2006.

By the Commission

ATTEST:

Executive Director

### APPENDIX A

# APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00007 DATED FEBRUARY 7, 2006

The following rates and charges are prescribed for the customers in the area served by Cannonsburg Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

## Monthly Water Rates

<u>5/8"x3/4" Meter</u> :		
First 2,000	gallons	\$14.76 Minimum Bill
Next 3,000	gallons	5.28 per 1,000 gallons
Next 15,000		4.90 per 1,000 gallons
Next 30,000	•	4.52 per 1,000 gallons
	gallons	4.15 per 1,000 gallons
Over 100,000	gallons	3.75 per 1,000 gallons
1 1/2" Meter:		
First 5,000	gallons	\$30.60 Minimum Bill
Next 15,000	gallons	4.90 per 1,000 gallons
Next 30,000	gallons	4.52 per 1,000 gallons
Next 50,000		4.15 per 1,000 gallons
Over 100,000	gallons	3.75 per 1,000 gallons
2" and 3" Meters:		
	gallons	\$104.10 Minimum Bill
Next 30,000		4.52 per 1,000 gallons
	gallons	4.15 per 1,000 gallons
Over 100,000	gallons	3.75 per 1,000 gallons
6" Meter:		Ф000 70 Mining Dill
First 50,000	S .	\$239.70 Minimum Bill
Next 50,000	gallons gallons	4.15 per 1,000 gallons
Over 100,000	nations	
	ganorio	3.75 per 1,000 gallons
12" Meter	ganone	3.73 per 1,000 galions
12" Meter: First 100.000		,
12" Meter: First 100,000 Over 100,000	gallons	\$447.20 Minimum Bill 3.75 per 1,000 gallons